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GOI Publishes and Implements Sugar Export Subsidy of USD 54 per Ton

Report Categories:

Sugar

Trade Policy Monitoring

Policy and Program Announcements

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Report Highlights:

The Government of India formally published its new export subsidy for raw sugar (roughly \$54/metric ton) in its official gazette. The Cabinet Committee on Economic Affairs approved the subsidy on February 13, 2014.

General Information:

The Indian Ministry of Consumer Affairs, Food and Public Distribution formally published its new export subsidy for raw sugar in *The Gazette of India*, 28 February, 2014. According to the gazette notification, Indian sugar factories are eligible to receive a direct subsidy of 3,300 rupees (roughly \$54) per metric ton (MT) of raw sugar exported during the 2013/14 and 2014/15 marketing years. The subsidy will be capped at 4.0 million MT. Sugar factories are eligible to receive the subsidy if they export directly or use third party exporters. Funds will be sourced from the Ministry of Consumer Affairs, Food and Public Distribution's Sugar Development Fund.

The Government of India's Cabinet Committee on Economic Affairs initially approved the subsidy on February 13, 2014. Please see GAIN Report <u>IN4006</u> for background and additional details.

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